

DEPARTMENT OF HEALTH AND HUMAN SERVICES

Health Resources Division

HEALTH RESOURCES DIVISION CONTACTS

The department, division, program director and chief financial officer for the department, division, program and their contact information are:

Title	Name	Phone Number	E-mail address
Division Administrator	Mary Dalton	444-4458	mdalton@mt.gov
Fiscal Bureau Chief	Beckie Beckert-Graham	444-3681	rbeckertgraham@mt.gov
CHIP Bureau Chief	Jackie Forba	444-5288	jforba@mt.gov
Acute Service Bureau Chief	Dan Peterson	444-2768	dpeterson@mt.gov
Managed Care Bureau Chief	Mary Noel	444-4146	manoel@mt.gov
Children's Mental Health Bureau Chief	Vacant		Vacant
Hospital & Clinic Bureau Chief	Brett Williams	444-3634	bwilliams@mt.gov

WHAT THE DIVISION DOES

The Health Resources Division (HRD) administers Medicaid primary care services, children's mental health services and the Children's Health Insurance Program (CHIP). The purpose of the division is to improve and protect the health and safety of Montanans. The Division reimburses private and public providers for a wide range of preventive, primary, and acute care services. Major service providers include: physicians, public health departments, clinics, hospitals, dentists, pharmacies, durable medical equipment, and mental health providers. The Division develops tools, measurements and reports necessary to allow division management to administer and control programs and expenditures in the division, and to report those results in an accurate and timely manner to others. The Division strives to provide superior customer service in a respectful, fair, and timely manner.

The majority of services in the Division are funded through Medicaid. Medicaid is a voluntary state/federal partnership that reimburses for medical services for the aged, blind, disabled, children and low-income families. The Children's Mental Health Bureau is predominately financed through Medicaid. A small federal SAMHSA grant provides regional infrastructure and very limited services for children below 150% of the federal poverty level.

The division administers CHIP as a separate health insurance program and contracts with Blue Cross Blue Shield to provide third party administrator services. CHIP dental and eyeglasses benefits are reimbursed directly by the department.

Statutory Authority For The Health Resources Division

Medicaid Title XIX, CFDA-93.778, 53-6 parts 1-9, MCA and 53,6-1201 MCA (I-149) and 16-11-119, MCA(tobacco settlement);

SB120- includes 15-66-101, 15-66-102, AND 15-66-201, MCA, AND SECTION 20, CHAPTER 390, LAWS OF 2003;

CHIP CFDA 93.767 and 53-4-10 MCA;

SAMSHA, CFDA 93.104 and Part E of Title V, Section 561 e as amended.

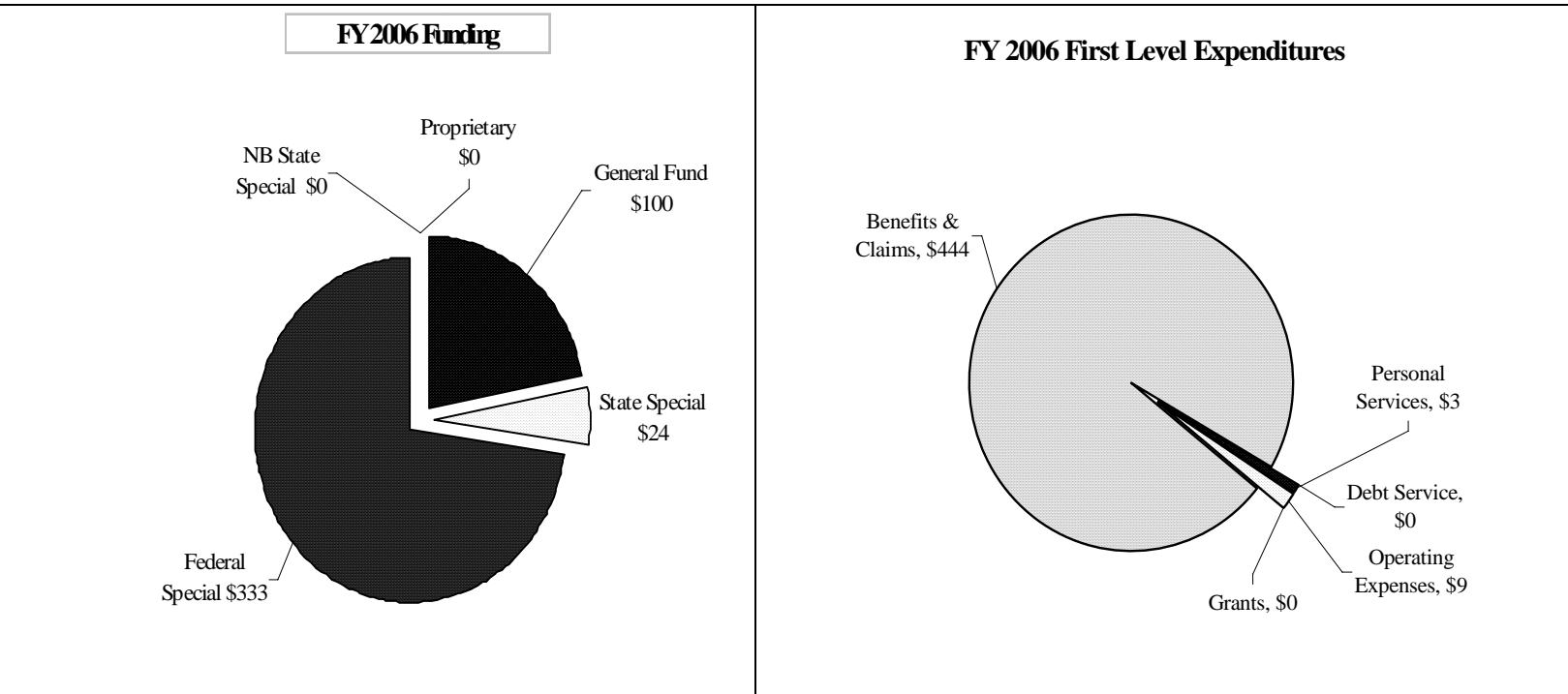
HOW SERVICES ARE PROVIDED

The Division is organized into six bureaus:

1. Medicaid Administration and Fiscal Services
2. Acute Services
3. Hospital and Clinic Services
4. Children's Mental Health
5. Children's Health Insurance Program
6. Managed Care

Spending and Funding Information

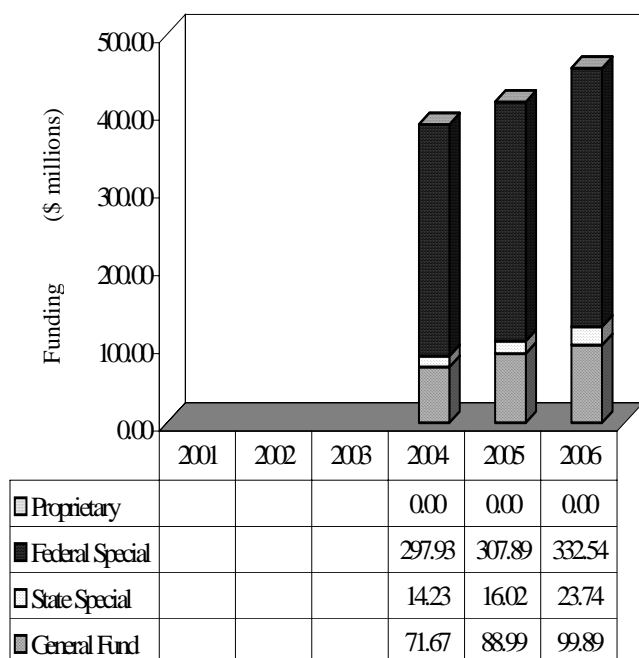
The following figures show funding and expenditure information for FY 2006 for all sources of funding of the Health Resources Division. Because the figures include all sources of funding there are no direct relationships between these figures and appropriation levels presented in the Budget Analysis for the 2007 Biennium.



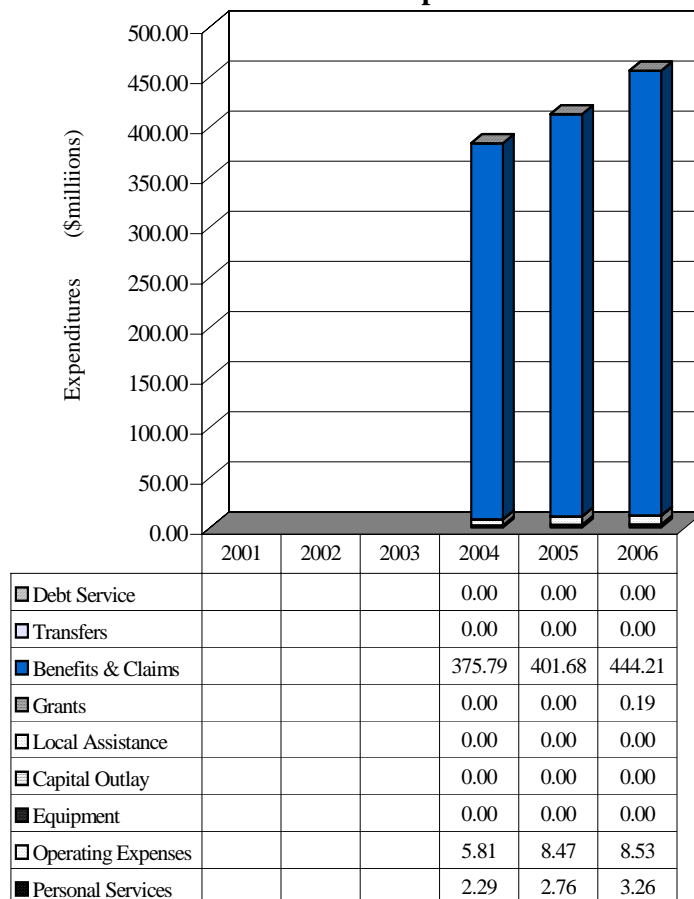
The above information does not include administrative appropriations. The division had \$2,000 in administrative appropriations in fiscal year 2006. The administrative appropriations were received from the Office of Public Instruction. The funds were used for the Read Well Be Well program. Departmental indirect charges are not included as expenditures or revenues in the above tables.

The following figures show funding and expenditures from FY 2004 through FY 2006, for HB 2 funding.

Historical Funding



Historical Expenditures



The change in revenues and expenditures between fiscal 2005 and 2006 resulted from several items that were approved by the last legislative session. In the 2005 session, I-149 tobacco tax funds were provided for: provider rate increases, direct care worker wage increase, and the Big Sky RX program. Another change that occurred due to Federal mandate (MMA) was the “Phase-down Contribution” program, which utilizes only general fund dollars. The above information also includes the Hospital Utilization Fee.

Program Expansion

The Division implemented several programs with state and federal funding in the 2007 biennium. SB324 provide I-149 funds for the Big Sky RX program that was implemented on January, 2006. Federal funds were provided for the SAMSHA grant in the Children’s Mental Health Bureau. The CHIP program increased enrollment by an additional 2,000 children from July 2005 to July 2006.

FTE

The legislature approved appropriations for an additional 34.00 FTE in the 2007 Biennium. The following figures show the positions and hire dates for the new FTE (3.00 FTE were modified positions and requested to become permanent FTE).

CORRECTIVE ACTION PLANS

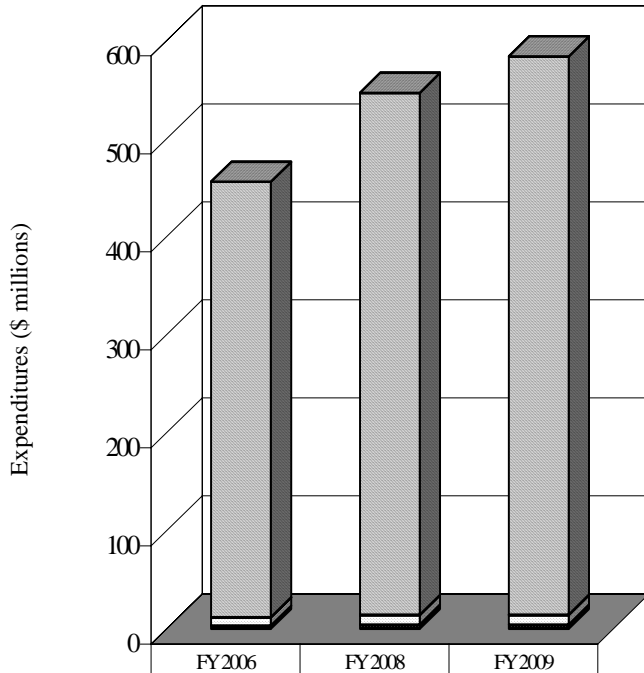
The Division had legislative audit recommendations and associated corrective action plans in place during the 2005 biennium. Auditors recommended the department develop procedures to document the receipt of cost reports to achieve compliance with state regulations and the approved state plan; the department provides drug utilization data to manufactures within 60 day after the end of the quarter as required by federal regulations; and comply with state regulation concerning the collection of Medicaid overpayments to inpatient hospitals. The Division has implemented the audit recommendations.

2007 Biennium FTE Hire Dates	FTE	Date
Managed Medicaid Pharmacy Program	1.00	12/3/04
Passport to Health Program (was modified)	2.00	10/25/04
Children's Mental Health – Regional Staff	1.00	4/11/05
Children's Mental Health – Regional Staff	1.00	10/18/04
Children's Mental Health – Regional Staff	1.00	10/15/04
Children's Mental Health – Regional Staff	1.00	10/12/04
Children's Mental Health – Regional Staff	1.00	09/19/05
Children's System of Care	1.00	6/20/05
Children's System of Care	1.00	6/06/05
Children's System of Care	1.00	12/21/05
Children's System of Care	1.00	12/19/05
Children's System of Care	3.00	Vacant
Children's Mental Health Data Analysis	1.00	Vacant
CHIP Expansion	2.00	08/15/05 10/12/05
Data Analysis	1.00	10/10/05
Medicaid Management Staff	1.00	10/24/05
Medicaid Management Staff	1.00	09/26/05
Medicaid Management Staff	1.00	8/31/05
Medicaid Management Staff	1.00	09/05/05
Medicaid Management Staff	1.00	3/16/06
Implement HB 667	1.00	Pending waiver approval
Implement SB 324- Prescription Drug Program	1.00	07/25/05
Implement SB 324- Prescription Drug Program	1.00	09/12/05
Implement SB 324- Prescription Drug Program	1.00	2/6/05
Implement SB 324- Prescription Drug Program	1.00	11/14/05
Implement SB 324- Prescription Drug Program	1.00	11/14/05
Implement SB 324- Prescription Drug Program	1.00	11/14/05
Implement SB 324- Prescription Drug Program	1.00	1/30/06
Implement SB 324- Prescription Drug Program	1.00	8/19/06
Implement SB 324- Prescription Drug Program	1.00	Vacant

2009 BIENNIUM BUDGET

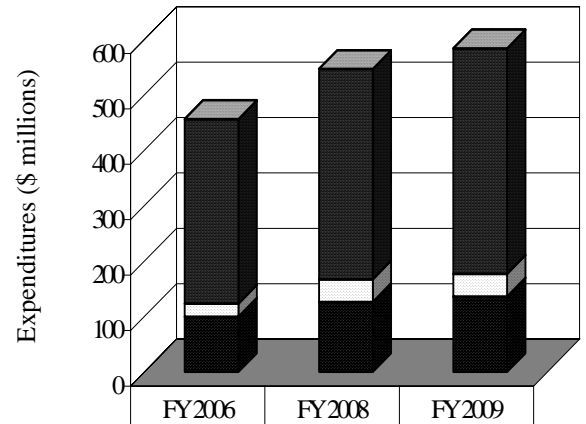
The following figures show the proposed HB 2 budget for the 2009 biennium.

Department of Health and Human Services
2009 Biennium HB2 Budget



Debt Service	0	0	0
Transfers	0	0	0
Benefits & Claims	444	532	570
Grants	0	0	0
Local Assistance	0	0	0
Capital Outlay	0	0	0
Equipment	0	0	0
Operating Expenses	9	10	10
Personal Services	3	4	4

Department of Health and Human Services
2009 Biennium HB2 Budget



Proprietary	0	0	0
Federal Special	333	380	407
State/Other Special	24	41	41
General Fund	100	126	136

Goals and Measurable Objectives

The following figure shows the department base year and budgeted biennium goals and performance measures that are associated with the proposed 2009 biennium HB 2 budget.

Department Name Division/Program Name		
Measurable Objectives for the 2009 Biennium		
Goal	Measurable Objectives	Current status of Measures
Children's Mental Health Percentage SED clients served in the community	Number of SED children served	81.3% served in the community
CHIP percentage of clients served and receiving preventative health care	Number of children enrolled and served	44.0% enrolled and receiving preventative health care
Managed Care, Percentage of participation in the Nurse First Care Management Programs.	Number of clients actively participating	10.0% utilizing the program.

BUDGET AND POLICY ISSUES

The following budget or policy issues are included in the (department, division, program) budget submission to the Governor's Office.

SIGNIFICANT ISSUES EXPANDED

Significant issues are included in the specific program narrative.